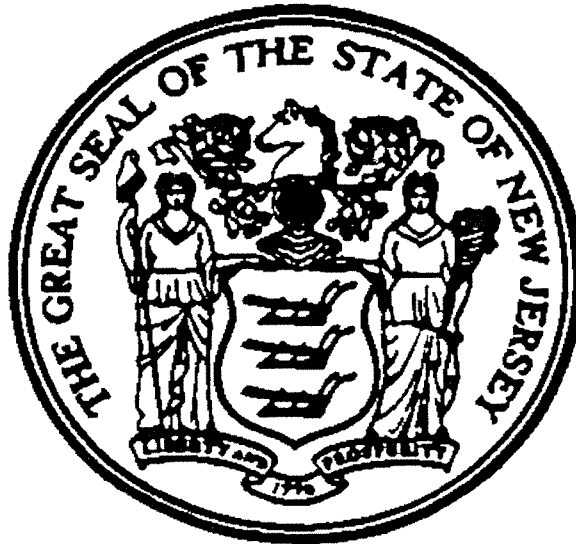


# QUARTERLY REPORT

LICENSEE TRUMP PLAZA ASSOCIATES

FOR THE QUARTER ENDED JUNE 30, 2003

TO THE  
CASINO CONTROL COMMISSION  
OF THE  
STATE OF NEW JERSEY



# BALANCE SHEETS

AS OF JUNE 30, 2003 AND 2002

(UNAUDITED)  
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
	<b>ASSETS</b>		
	Current Assets:		
1	Cash and Cash Equivalents.....	\$19,618	\$24,454
2	Short-Term Investments.....	-	-
3	Receivables and Patrons' Checks (Net of Allowance for Doubtful Accounts - 2003, \$5,988; 2002, \$6,353 ).....	9,368	9,480
4	Inventories.....	1,654	1,794
5	Prepaid Expenses and Other Current Assets.....	6,070	4,072
6	Total Current Assets.....	36,710	39,800
7	Investments, Advances, and Receivables.....	9,598	10,492
8	Property and Equipment - Gross.....	658,786	645,013
9	Less: Accumulated Depreciation and Amortization.....	(262,529)	(247,169)
10	Property and Equipment - Net.....	396,257	397,844
11	Other Assets..... Note 6.....	16,730	16,230
12	Total Assets.....	\$459,295	\$464,366
	<b>LIABILITIES AND EQUITY</b>		
	Current Liabilities:		
13	Accounts Payable.....	\$11,230	\$10,228
14	Notes Payable.....	1,703	262
	Current Portion of Long-Term Debt:		
15	Due to Affiliates.....	-	-
16	Other..... Note 7.....	7,148	3,785
17	Income Taxes Payable and Accrued..... Note 4.....	1,983	-
18	Other Accrued Expenses.....	33,351	36,840
19	Other Current Liabilities..... Note 5.....	10,502	10,677
20	Total Current Liabilities.....	65,917	61,792
	Long-Term Debt:		
21	Due to Affiliates..... Note 7.....	462,597	462,310
22	Other..... Note 7.....	7,298	4,662
23	Deferred Credits.....	-	-
24	Other Liabilities..... Note 8.....	12,690	12,856
25	Commitments and Contingencies..... Note 11.....	-	-
26	Total Liabilities.....	548,502	541,620
27	Stockholders', Partners', or Proprietor's Equity..... Note 9,10...	(89,207)	(77,254)
28	Total Liabilities and Equity.....	\$459,295	\$464,366

The accompanying notes are an integral part of the financial statements.  
Valid comparisons cannot be made without using information contained in the notes.

**STATEMENTS OF INCOME**

FOR THE SIX MONTHS ENDED JUNE 30, 2003 AND 2002

(UNAUDITED)  
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
	Revenue:		
1	Casino.....	\$159,863	\$165,884
2	Rooms.....	11,764	12,299
3	Food and Beverage.....	17,419	18,249
4	Other.....	3,963	3,829
5	Total Revenue.....	193,009	200,261
6	Less: Promotional Allowances.....	44,286	45,106
7	Net Revenue.....	148,723	155,155
	Costs and Expenses:		
8	Cost of Goods and Services.....	89,240	89,925
9	Selling, General, and Administrative.....	24,174	24,007
10	Provision for Doubtful Accounts.....	655	1,668
11	Total Costs and Expenses.....	114,069	115,600
12	Gross Operating Profit.....	34,654	39,555
13	Depreciation and Amortization.....	9,721	8,501
	Charges from Affiliates Other than Interest:		
14	Management Fees.....	-	-
15	Other.....Note 3.....	3,134	2,910
16	Income (Loss) from Operations.....	21,799	28,144
	Other Income (Expenses):		
17	Interest (Expense) - Affiliates.....	(26,667)	(24,320)
18	Interest (Expense) - External.....	(1,630)	(626)
19	Investment Alternative Tax and Related Income (Expense) - Net.....	(961)	(805)
20	Nonoperating Income (Expense) - Net.....	175	169
21	Total Other Income (Expenses).....	(29,083)	(25,582)
22	Income (Loss) Before Income Taxes and Extraordinary Items.....	(7,284)	2,562
23	Provision (Credit) for Income Taxes.....Note 4.....	692	2
24	Income (Loss) Before Extraordinary Items.....	(7,976)	2,560
	Extraordinary Items (Net of Income Taxes -		
25	20__, \$ ; 20__, \$ ).....	-	-
26	Net Income (Loss).....	(\$7,976)	\$2,560

The accompanying notes are an integral part of the financial statements.  
Valid comparisons cannot be made without using information contained in the notes.

**STATEMENTS OF INCOME**

FOR THE THREE MONTHS ENDED JUNE 30, 2003 AND 2002

(UNAUDITED)  
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
	Revenue:		
1	Casino.....	\$84,432	\$84,383
2	Rooms.....	6,344	6,501
3	Food and Beverage.....	9,210	9,257
4	Other.....	1,979	1,997
5	Total Revenue.....	101,965	102,138
6	Less: Promotional Allowances.....	23,208	22,847
7	Net Revenue.....	78,757	79,291
	Costs and Expenses:		
8	Cost of Goods and Services.....	45,428	45,688
9	Selling, General, and Administrative.....	12,362	12,460
10	Provision for Doubtful Accounts.....	450	858
11	Total Costs and Expenses.....	58,240	59,006
12	Gross Operating Profit.....	20,517	20,285
13	Depreciation and Amortization.....	4,633	4,182
	Charges from Affiliates Other than Interest:		
14	Management Fees.....	-	-
15	Other.....Note 3.....	1,692	1,000
16	Income (Loss) from Operations.....	14,192	15,103
	Other Income (Expenses):		
17	Interest (Expense) - Affiliates.....	(13,341)	(12,748)
18	Interest (Expense) - External.....	(867)	(367)
19	Investment Alternative Tax and Related Income (Expense) - Net.....	(640)	(405)
20	Nonoperating Income (Expense) - Net.....	96	98
21	Total Other Income (Expenses).....	(14,752)	(13,422)
22	Income (Loss) Before Income Taxes and Extraordinary Items.....	(560)	1,681
23	Provision (Credit) for Income Taxes.....Note 4.....	367	-
24	Income (Loss) Before Extraordinary Items.....	(927)	1,681
	Extraordinary Items (Net of Income Taxes -		
25	20__, \$ ; 20__, \$ ).....	-	-
26	Net Income (Loss).....	(\$927)	\$1,681

The accompanying notes are an integral part of the financial statements.  
Valid comparisons cannot be made without using information contained in the notes.

# STATEMENTS OF CHANGES IN PARTNERS' OR PROPRIETOR'S EQUITY

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2002  
AND THE SIX MONTHS ENDED JUNE 30, 2003

(UNAUDITED)  
(\$ IN THOUSANDS)

Line (a)	Description (b)	Contributed Capital (c)	Accumulated Earnings (Deficit) (d)	Capital Withdrawals (e)	Total Equity (Deficit) (f)
1	Balance, December 31, 2001.....	\$204,124	(\$164,926)	(\$87,889)	(\$48,691)
2	Net Income (Loss) - 2002.....		(774)		(774)
3	Capital Contributions..... Note 9	(61,210)			(61,210)
4	Capital Withdrawals.....				
5	Partnership Distributions..... Note 10	28,867			28,867
6	Prior Period Adjustments.....				
7	.....				
8	.....				
9	.....				
10	Balance, December 31, 2002.....	171,781	(165,700)	(87,889)	(81,808)
11	Net Income (Loss) - 2003.....		(7,976)		(7,976)
12	Capital Contributions.....				0
13	Capital Withdrawals.....				
14	Partnership Distributions..... Note 10	577			577
15	Prior Period Adjustments.....				
16	.....				
17	.....				
18	.....				
19	Balance, June 30, 2003.....	\$172,358	(\$173,676)	(\$87,889)	(\$89,207)

The accompanying notes are an integral part of the financial statements.  
Valid comparisons cannot be made without using information contained in the notes.

# STATEMENTS OF CASH FLOWS

FOR THE SIX MONTHS ENDED JUNE 30, 2003 AND 2002

(UNAUDITED)  
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
1	NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES.....	\$743	(\$4,799)
	CASH FLOWS FROM INVESTING ACTIVITIES:		
2	Purchase of Short-Term Investment Securities.....	-	-
3	Proceeds from the Sale of Short-Term Investment Securities.....	-	-
4	Cash Outflows for Property and Equipment.....	(2,000)	(2,337)
5	Proceeds from Disposition of Property and Equipment.....	-	-
6	Purchase of Casino Reinvestment Obligations.....	(1,922)	(1,974)
7	Purchase of Other Investments and Loans/Advances made.....	2,076	14,203
8	Proceeds from Disposal of Investments and Collection of Advances and Long-Term Receivables.....	-	-
9	Cash Outflows to Acquire Business Entities.....	-	-
10	Casino Reinvestment Obligation Donation.....	234	53
11		-	-
12	Net Cash Provided (Used) By Investing Activities.....	(1,612)	9,945
	CASH FLOWS FROM FINANCING ACTIVITIES:		
13	Cash Proceeds from Issuance of Short-Term Debt.....	2,425	347
14	Payments to Settle Short-Term Debt.....	(4,985)	(2,845)
15	Cash Proceeds from Issuance of Long-Term Debt.....	-	-
16	Costs of Issuing Debt.....	-	-
17	Payments to Settle Long-Term Debt.....	-	-
18	Cash Proceeds from Issuing Stock or Capital Contributions.....	-	-
19	Purchases of Treasury Stock.....	-	-
20	Payments of Dividends or Capital Withdrawals.....	-	-
21		-	-
22		-	-
23	Net Cash Provided (Used) By Financing Activities.....	(2,560)	(2,498)
24	Net Increase (Decrease) in Cash and Cash Equivalents.....	(3,429)	2,648
25	Cash and Cash Equivalents at Beginning of Period.....	23,047	21,806
26	Cash and Cash Equivalents at End of Period.....	\$19,618	\$24,454
	CASH PAID DURING PERIOD FOR:		
27	Interest (Net of Amount Capitalized).....	\$23,095	\$22,903
28	Income Taxes.....	-	-

The accompanying notes are an integral part of the financial statements.  
Valid comparisons cannot be made without using information contained in the notes.

# STATEMENTS OF CASH FLOWS

FOR THE SIX MONTHS ENDED JUNE 30, 2003 AND 2002

(UNAUDITED)  
(\$ IN THOUSANDS)

NE a)	DESCRIPTION (b)	2003 (c)	2002 (d)
	NET CASH FLOWS FROM OPERATING ACTIVITIES:		
29	Net Income (Loss).....	(\$7,976)	\$2,560
	Noncash Items Included in Income and Cash Items Excluded from Income:		
30	Depreciation and Amortization of Property and Equipment.....	9,644	8,423
31	Amortization of Other Assets.....	77	78
32	Amortization of Debt Discount or Premium.....	140	-
33	Deferred Income Taxes - Current.....	-	-
34	Deferred Income Taxes - Noncurrent.....	-	-
35	(Gain) Loss on Disposition of Property and Equipment.....	7	-
36	(Gain) Loss on Casino Reinvestment Obligations.....	727	753
37	(Gain) Loss from Other Investment Activities.....	-	-
	Net (Increase) Decrease in Receivables and Patrons'		
38	Checks.....	(347)	1,155
39	Net (Increase) Decrease in Inventories.....	180	(12)
40	Net (Increase) Decrease in Other Current Assets.....	(2,750)	(1,760)
41	Net (Increase) Decrease in Other Assets.....	(207)	(664)
42	Net Increase (Decrease) in Accounts Payable.....	3,221	(3,646)
	Net Increase (Decrease) in Other Current Liabilities		
43	Excluding Debt.....	(1,973)	(11,686)
	Net Increase (Decrease) in Other Noncurrent Liabilities		
44	Excluding Debt.....	-	-
45		-	-
46		-	-
47	Net Cash Provided (Used) By Operating Activities.....	\$743	(\$4,799)

## SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION

	ACQUISITION OF PROPERTY AND EQUIPMENT:		
48	Additions to Property and Equipment.....	(\$6,547)	(\$4,433)
49	Less: Capital Lease Obligations Incurred.....	4,547	2,096
50	Cash Outflows for Property and Equipment.....	(\$2,000)	(\$2,337)
	ACQUISITION OF BUSINESS ENTITIES:		
51	Property and Equipment Acquired.....	-	-
52	Goodwill Acquired.....	-	-
	Net Assets Acquired Other than Cash, Goodwill, and		
53	Property and Equipment.....	-	-
54	Long-Term Debt Assumed.....	-	-
55	Issuance of Stock or Capital Invested.....	-	-
56	Cash Outflows to Acquire Business Entities.....	-	-
	STOCK ISSUED OR CAPITAL CONTRIBUTIONS:		
57	Total Issuances of Stock or Capital Contributions/Partnership Distribution. Note 6, 9.....	577	(31,123)
58	Plus: Issuances of Long-Term Debt to Affiliates, Net of Costs..... Note 6.....	0	61,210
59	Less: Elimination of Amounts Due from Affiliates..... Note 9.....	(577)	(30,087)
60	Cash Proceeds from Issuing Stock or Capital Contributions.....	\$0	\$0

The accompanying notes are an integral part of the financial statements.  
Valid comparisons cannot be made without using information contained in the notes.

TRADING NAME OF LICENSEE TRUMP PLAZA HOTEL & CASINO

## SCHEDULE OF PROMOTIONAL EXPENSES AND ALLOWANCES

(\$ IN THOUSANDS)

**REVISED**

FOR THE SIX MONTHS ENDED JUNE 30, 2003

Amended

10-10-03

Line (a)	(b)	Promotional Allowances		Promotional Expenses	
		Number of Recipients (c)	Dollar Amount (d)	Number of Recipients (e)	Dollar Amount (f)
1	Rooms	115,783	\$8,996	383	\$29
2	Food	442,913	7,507	-	-
3	Beverage	1,071,563	4,286	-	-
4	Travel	-	-	7,020	1,053
5	Bus Program Cash	386,485	6,335	-	-
6	Other Cash Complimentaries	734,728	16,215	-	-
7	Entertainment	5,094	216	3,304	132
8	Retail & Non-Cash Gifts	-	-	193	24
9	Parking	19,385	228	-	-
10	Other	50,290	503	10,292	416
11	Total	2,826,241	\$44,286	21,192	\$1,654

(1)

FOR THE QUARTER ENDED JUNE 30, 2003

Line (a)	(b)	Promotional Allowances		Promotional Expenses	
		Number of Recipients (c)	Dollar Amount (d)	Number of Recipients (e)	Dollar Amount (f)
1	Rooms	61,988	4,862	231	18
2	Food	232,444	3,857	-	-
3	Beverage	554,103	2,216	-	-
4	Travel	-	-	3,660	549
5	Bus Program Cash	219,038	3,512	-	-
6	Other Cash Complimentaries	394,991	8,365	-	-
7	Entertainment	2,550	115	1,797	72
8	Retail & Non-Cash Gifts	-	-	108	13
9	Parking	4,139	40	-	-
10	Other	23,998	241	3,770	196
11	Total	1,493,251	\$23,208	9,566	\$848

(2)

(1) Line 10f exceeding 5% of Line 11f

Tips	\$175
Outside Retail	110
	\$285

(2) Line 10f exceeding 5% of Line 11f

Tips	\$83
Outside Retail	47
	\$130



**TRUMP PLAZA ASSOCIATES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**(unaudited)**

**(1) Organization and Operations**

The accompanying financial statements include those of Trump Plaza Associates, a New Jersey general partnership ("Plaza Associates"), which owns and operates Trump Plaza Hotel and Casino located in Atlantic City, New Jersey ("Trump Plaza"). Plaza Associates is 100% beneficially owned by Trump Atlantic City Associates ("Trump AC"). Trump AC also 100% beneficially owns Taj Mahal Associates ("Taj Associates") which operates the Trump Taj Mahal Hotel Casino in Atlantic City, New Jersey. Trump AC is 100% beneficially owned by Trump Hotels & Casino Resorts Holdings, L.P. ("THCR Holdings") which is a 63.4% owned subsidiary of Trump Hotels & Casino Resorts, Inc. ("THCR").

Plaza Associates was organized in June 1982 as a general partnership under the laws of the State of New Jersey for the purpose of acquiring, completing the construction of and operating Trump Plaza.

The industry in which Trump Plaza operates is subject to intense competition and regulatory review.

The accompanying financial statements have been prepared by Plaza Associates without audit. In the opinion of Plaza Associates, all adjustments, consisting of only normal recurring adjustments, necessary to present fairly the financial position, the results of operations and cash flows for the periods presented, have been made.

The accompanying financial statements have been prepared by Plaza Associates pursuant to the rules and regulations of the Casino Control Commission of the State of New Jersey (the "CCC"). Accordingly, certain information and note disclosures normally included in the financial statements prepared in conformity with accounting principles generally accepted in the United States have been condensed or omitted.

These financial statements should be read in conjunction with the financial statements and notes thereto included in Plaza Associates' quarterly report for the period ended December 31, 2002 filed with the CCC.

The casino industry in Atlantic City is seasonal in nature; therefore, the results of operations for the three months and six months ending June 30, 2003 are not necessarily indicative of the operating results for a full year.

Reclassifications

Certain reclassifications have been made to prior year financial statements for them to be in conformity with the current year presentation.

**TRUMP PLAZA ASSOCIATES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
(unaudited)

**(2) Recent Accounting Pronouncements**

In July 2001, the FASB issued SFAS No. 143, "Accounting for Asset Retirement Obligations." This standard addresses the financial accounting and reporting for obligations associated with the retirement of tangible long-lived assets and the associated asset retirement costs. The standard is effective for fiscal years beginning after June 15, 2002. The effect of the adoption was not material to Plaza Associates' financial results.

In November 2002, the FASB issued Interpretation No. 45, "Guarantor's Accounting and Disclosure Requirements for Guarantees, Including Indirect Guarantees of Indebtedness of Others, an Interpretation of FASB Statements No. 5, 57 and 107 and Rescission of FASB Interpretation No. 34 ("FIN No. 45"). The interpretation requires that upon issuance of a guarantee, the entity must recognize a liability for the fair value of the obligation it assumes under that obligation. This interpretation is intended to improve the comparability of financial reporting by requiring identical accounting for guarantees issued with separately identified consideration and guarantees issued without separately identified consideration. For Plaza Associates, the initial recognition, measurement provision and disclosure requirements of FIN No. 45 are applicable to guarantees issued or modified after December 31, 2002. The effect of adoption was not material to Plaza Associates' financial results.

**(3) Charges From Affiliates**

	<b>Three Months Ended</b>		<b>Six Months Ended</b>	
	<b>June 30,</b>		<b>June 30,</b>	
	<b><u>2003</u></b>	<b><u>2002</u></b>	<b><u>2003</u></b>	<b><u>2002</u></b>
Trump Administration				
Allocation	<u>\$1,692,000</u>	<u>\$1,000,000</u>	<u>\$3,134,000</u>	<u>\$2,910,000</u>

Trump Administration, a separate division of Taj Associates ("Trump Administration"), was formed for the purpose of realizing cost savings and operational synergies by consolidating certain administrative functions of, and providing certain services to, Plaza Associates, Taj Associates, Trump's Castle Associates, L.P., a New Jersey limited partnership and operator of the Trump Marina Hotel Casino in Atlantic City, New Jersey ("Castle Associates"). Management believes that Trump Administration's services will continue to result in substantial costs savings and operational synergies.

**(4) Income Taxes Payable and Accrued**

On July 3, 2002, the State of New Jersey passed the New Jersey Business Tax Reform Act (the "Act"). This Act, among other things, requires the suspension of the use of New Jersey net operating loss carryforwards for two years and imposes a new Alternative Minimum Assessment amount under the New Jersey corporate business tax based on either gross receipts or gross profits, as defined. The Act is retroactive to January 1, 2002. In accordance with the Act, Plaza Associates has recorded a provision for current income tax expense of \$367,000 and \$692,000 for the three and six months ended June 30, 2003, respectively. There was no comparable expense in the three and six month period ended June 30, 2002 since this change was recorded beginning in the period in which the tax law was passed (third quarter 2002) pursuant to the accounting literature in Financial Accounting Standards Board Statement Number 109, "Accounting for Income Taxes".

**TRUMP PLAZA ASSOCIATES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
(unaudited)

**(5) Other Current Liabilities**

Other current liabilities as of June 30, consisted of the following:

	<u>2003</u>	<u>2002</u>
Affiliates:		
Trump Atlantic City Associates	\$ 2,000,000	\$2,000,000
Trump Administration	2,827,000	3,094,000
Trump Organization	41,000	41,000
Trump Taj Mahal Associates	576,000	74,000
Trump Hotels & Casino Resorts, Inc.	-	(2,000)
Trump's Castle Associates	(31,000)	(41,000)
 Reserve for insurance claims	 2,016,000	 2,633,000
Unredeemed chip/token liability	1,018,000	904,000
Casino reinvestment liability	1,067,000	1,064,000
Patron deposits	231,000	286,000
Other	757,000	624,000
	<u>\$10,502,000</u>	<u>\$10,677,000</u>

**(6) Other Assets**

Plaza Associates is appealing a real estate tax assessment by the City of Atlantic City. Included in Other Assets at June 30, 2003 and June 30, 2002 is \$8,014,000 which Plaza Associates believes will be recoverable on settlement of the appeal.

**(7) Long-Term Debt - Due To Affiliates**

	<u>2003</u>	<u>June 30,</u> <u>2002</u>
Note Payable - Trump AC	\$400,000,000	\$400,000,000
Note Payable - Trump AC, net of unamortized discount of \$653,000 and \$940,000 respectively	<u>62,597,000</u>	<u>62,310,000</u>
	<u>\$ 462,597,000</u>	<u>\$462,310,000</u>

Trump AC and Trump Atlantic City Funding Inc., a wholly owned subsidiary of Trump AC ("Trump AC Funding"), issued the Trump Atlantic City Mortgage Notes ("Trump AC Mortgage Notes") in an aggregate principal amount of \$1,200,000,000 which bear interest at 11.25% and are due May 1, 2006. Interest on the Trump AC Mortgage Notes is due semi-annually. The Trump AC Mortgage Notes are guaranteed as to payment of principal and interest jointly and severally by Plaza Associates, Taj Associates, Trump AC and all future subsidiaries of Trump AC (other than Trump AC Funding). The Trump AC Mortgage Notes are jointly and severally secured by mortgages representing a first lien and security interest on substantially all the assets of Plaza Associates and Taj Associates.

**TRUMP PLAZA ASSOCIATES**  
**NOTES TO FINANCIAL STATEMENTS**  
**(unaudited)**

Trump AC together with Trump Atlantic City Funding II ("Trump AC Funding II") and Trump Atlantic City Funding III ("Trump AC Funding III"), wholly owned subsidiaries of Trump AC, issued Trump AC Mortgage Notes in an aggregate principal amount of \$75,000,000 and \$25,000,000, respectively, which bear interest at 11.25% and are due May 1, 2006. Interest on the Trump AC Mortgage Notes is due semi-annually. The Trump AC Mortgage Notes are guaranteed as to payment of principal and interest jointly and severally by Plaza Associates, Taj Associates, Trump AC and all future subsidiaries of Trump AC (other than Trump AC Funding). The Trump AC Mortgage Notes are jointly and severally secured by mortgages representing a first lien and security interest on substantially all the assets of Plaza Associates and Taj Associates.

From the proceeds of the issuance of the Trump AC Mortgage Notes, Trump AC loaned \$400,000,000 and \$63,250,000 to Plaza Associates with interest at 11.25%, due May 1, 2006 with the same terms as the Trump AC Mortgage Notes. Costs of \$14,733,000 and \$994,000 associated with the issuance of the Trump AC Mortgage Notes are being amortized by Plaza Associates using the effective interest method over the term of the Trump AC Mortgage Notes.

Long-Term Debt - Other

	<u>2003</u>	<u>2002</u>
Mortgage Note payable in monthly installments, including interest, with an interest rate of 8.5%. The note is due in the year 2012 and is secured by certain real property.	\$1,070,000	1,141,000
Other notes with interest rates ranging from 6.8% to 13.0%, principal and interest payable monthly, secured by equipment.	13,376,000	7,306,000
	14,446,000	8,447,000
Less current maturities	<u>7,148,000</u>	<u>3,785,000</u>
	<u>\$7,298,000</u>	<u>\$4,662,000</u>

**(8) Other Liabilities**

Other Liabilities as of June 30, consisted of the following:

	<u>2003</u>	<u>2002</u>
CRDA Commitment	\$8,868,000	\$ 9,034,000
Deferred Income Taxes relating to Preferred Partnership Interest	3,822,000	3,822,000
	<u>\$ 12,690,000</u>	<u>\$12,856,000</u>

**TRUMP PLAZA ASSOCIATES**  
**NOTES TO FINANCIAL STATEMENTS**  
**(unaudited)**

The CRDA Commitment represents a long-term agreement with the Casino Reinvestment Development Authority for payments toward an individual Seat License for available seating in the Boardwalk Hall. Commitment payments are to be met with scheduled disbursements from Trump Plaza's available CRDA deposits, through the year 2012.

**(9) Contributed Capital**

Trump AC together with Trump AC Funding II and Trump AC Funding III issued Trump AC Mortgage Notes in an aggregate principal amount of \$75,000,000 and \$25,000,000, respectively, which bear interest at 11.25% and are due May 1, 2006. Interest on the Trump AC Mortgage Notes is due semi-annually.

From the proceeds of the issuance of the Trump AC Mortgage Notes, Plaza Associates and Taj Associates received the benefit of \$63,250,000 and \$36,750,000, respectively. Accordingly, these amounts plus apportioned deferred loan costs net of unamortized discounts were recorded in the financial statements of Plaza Associates and Taj Associates during the quarter ended June 30, 2002. Previously these amounts were recorded solely on the financial statements of Trump AC.

**(10) Partnership Distribution**

Pursuant to the indentures governing the Trump AC Mortgage Notes, Trump AC is permitted to reimburse THCR for its operating and interest expenses. These reimbursements are subject to limitations set forth in such indentures, including an annual limitation of \$10,000,000 in operating expense reimbursements and a life-time limitation of \$50,000,000 in interest expense reimbursements. During the quarter ended June 30, 2002, Trump AC declared a partnership distribution to THCR of \$101,341,000, consisting of \$50,000,000 of prior years interest reimbursements and \$51,341,000 of prior years operating expense reimbursements.

As such, Trump AC's subsidiaries, Plaza Associates and Taj Associates are permitted to reimburse Trump AC for its interest expenses and operating expense reimbursements to THCR. During the quarter ended June 30, 2002, Plaza Associates declared a partnership distribution to Trump AC of \$30,087,000. These amounts were previously presented as Advances to Affiliates on the balance sheet. Additionally, during the six months ended June 30, 2003, Plaza Associates declared partnership distributions to Trump AC of \$577,000.

**(11) Commitments and Contingencies**

Legal Proceedings

Plaza Associates, its partners and certain of its employees have been involved in various legal proceedings incurred in the normal course of business. In the opinion of management, Plaza Associates expects the disposition of these proceedings will have no material adverse effect on the financial condition or results of operations.

**TRUMP PLAZA ASSOCIATES**  
**NOTES TO FINANCIAL STATEMENTS**  
**(unaudited)**

Casino License Renewal

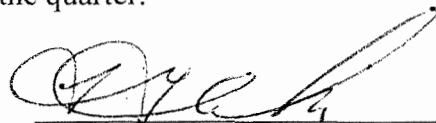
In June 2003, the CCC renewed Plaza Associates' casino license to operate Trump Plaza for a period of four years through June 30, 2007. Upon revocation, suspension for more than 120 days, or failure to renew the casino license, the Casino Control Act provides for mandatory appointment of a conservator to take possession of the hotel and casino's business and property, subject to all valid liens, claims and encumbrances.

**(12) Subsequent Events**

On July 1, 2003, the New Jersey legislature passed a law that increases the taxation of New Jersey casinos. The new law imposes a 4.25% tax on complimentaries (i.e., free rooms, food, beverages and entertainment given to patrons). Complimentary rooms are deemed to initially be valued at \$67 per room. Other complimentaries are valued at retail value or cost. In addition to the tax on complimentaries, a 7.5% tax is imposed on each casino's 2002 adjusted net income, defined as net income plus management fees, subject to a minimum tax of at least \$350,000 per casino. Finally, the revised law imposes an additional \$3.00 fee per day on each occupied hotel room, increases the parking fee from \$2.00 to \$3.00 per car per day and eliminates the casino's ability to retain \$0.50 to offset administrative costs.

## STATEMENT OF CONFORMITY, ACCURACY AND COMPLIANCE

1. I have examined this Quarterly Report.
2. All the information contained in this Quarterly Report has been prepared in conformity with the Casino Control Commission's Quarterly Report Instructions and Uniform Chart of Accounts.
3. To the best of my knowledge and belief, the information contained in this report is accurate.
4. To the best of my knowledge and belief, except for the deficiencies noted below, the licensee submitting this Quarterly Report has remained in compliance with the financial stability regulations contained in N.J.A.C. 19:43-4.2(b)1-5 during the quarter.



Signature

Sr. Vice President - Finance

Title

4954-11

License Number

On behalf of:

Trump Plaza Associates

Casino Licensee